

STATE OF CALIFORNIA  
BOARD OF ADMINISTRATION  
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

RESOLUTION

No. 95-05A

Subject: **Actuarial Policies - General**

WHEREAS, On November 3, 1992, the people of the state of California passed Proposition 162, which amended Article XVI, section 17 of the California Constitution ("Section 17"), granting the CalPERS Board of Administration plenary authority and fiduciary responsibility for investment of moneys, providing for actuarial services, and administration of the Public Employees' Retirement System, the Judges' Retirement System, the Legislators' Retirement System, and the Volunteer Firefighters' Length of Service Award (collectively "the Systems").

WHEREAS, Section 17 requires the CalPERS Board to exercise its responsibility with respect to the Systems, subject to continuing fiduciary duties and specifies that the duty to participants and their beneficiaries takes precedence over any other duty.

WHEREAS, The provisions of Section 17 expressly supersede any contrary provision of law or the Constitution.

WHEREAS, In furtherance of its sole and exclusive duty to make actuarial determinations under Section 17, the CalPERS Board has hired a Chief Actuary to advise the Board and to direct the activities of the Board's professional actuarial staff.

WHEREAS, Also in furtherance of this sole and exclusive duty to make actuarial determinations, the CalPERS Board has retained the services of an outside consulting actuarial firm, to review the work of the Board's actuarial staff and to certify that such work satisfies professional actuarial standards.

WHEREAS, Both the CalPERS Board's Chief Actuary and its consulting actuary have advised the Board to adopt specific written policies regarding the actuarial practices that are most prudent for the Systems. Now therefore be it:

RESOLVED, (A) The Board shall implement the sole and exclusive authority provided by Section 17, and (among other activities described in subsequent Board resolutions) take exclusive control over all

Resolution 95-05A  
Actuarial Policies - General

actuarial determinations regarding the Systems.

RESOLVED, (B) That, in furtherance of this Resolution, the Board shall adopt specific written policies which shall direct the activities of its actuarial staff.

RESOLVED, (C) The CalPERS Board shall review periodically the policies adopted hereunder.

RESOLVED, (D) That this Resolution shall be effective immediately upon adoption.

\* \* \* \* \*

I hereby certify that on the 17<sup>th</sup> day of May, 1995 the Board of Administration of the California Public Employees' Retirement System, made and adopted the foregoing Resolution.

---

WILLIAM DALE CRIST, PRESIDENT  
BOARD OF ADMINISTRATION, PUBLIC  
EMPLOYEES' RETIREMENT SYSTEM